GOA UNIVERSITY

T.Y.B.Com. (NEP) (Semester- V)
Subject Name:Direct Tax I

Paper Title: Direct Tax I **Paper Code: COM-302**

Duration: 2:00 Hours **Total Marks: 80**

Instructions: i) All questions are compulsory.
ii) Q. No. 2 to Q. No. 5 have internal choice.
iii) Figures to the **right** indicate **marks** allotted.
iv) All questions need to be answered with reference to provisions of Income Tax Act, 1961 relevant to Assessment Year 2025-26.

Q.1] Answer the following: **[8 x 2 = 16]**

a. State any four categories included in the definition of 'Person' u/s 2(31).
b. Define Assessment u/s 2(8).
c. List any four items that are included in 'Salary' u/s 17(1).
d. Outline the deduction for Profession Tax u/s 16(iii).
e. What is 'municipal value' under income from house property?
f. What is 'deemed to be let out house property' under income from house property?
g. Which are the amounts not deductible u/s 58 under income from other sources? (any 2)
h. State the deduction from dividend income u/s 57 under income from other sources.

[12]

Q.2 A] Mr. Deepak, is employed with DLF Pvt. Ltd. He provides the following particulars of his income for the year ending March 31, 2025.

Basic salary Rs. 10,100 p.m.
Entertainment Allowance received Rs. 750 p.m.
Bonus in respect of previous year 2023-24 received on 01-01-2025 Rs. 6,000
Arrears of salary Rs. 6,000
Life Insurance Premium of the assessee paid by the employer Rs. 5,000
Advance salary on account of marriage of brother Rs. 6,000
Conveyance Allowance (75% is spent on official work) Rs. 1,000 p.m.
Children Education Allowance (@ Rs. 75 p.m. for 3 children) Rs. 2,700
Contribution of employer to Recognised Provident Fund @ 13% of Salary
Interest credited to the above Recognised Provident Fund A/c @ 8.5% p.a. Rs. 20,000
Profession tax paid Rs. 200 p.m.
Compute his income from Salaries for the Assessment Year 2025-26 if he has opted for old tax regime.

OR

[12]

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B] Mrs. Anita, a Central Govt. employee in Goa receives the following emoluments for the year ending March 31, 2025:

Basic Salary Rs. 3,60,000 p.a.
Dearness Allowance Rs. 8,000 p.m.
Leave Salary Rs. 12,000.
Entertainment Allowance Rs. 550 p.m.
Conveyance Allowance Rs. 750 p.m. She has actually spent Rs. 850 p.m.
Children Education Allowance @ Rs. 450 p.m. per child for 3 children.
Employer's contribution to recognized provident fund Rs. 54,720.
Interest credited to above provident fund account @ 10% Rs. 23,000.
Perquisite value of rent-free furnished accommodation provided by employer Rs. 14,250.
LTC received from employer as per prescribed rules Rs. 11,000. Amount spent Rs. 15,000.
Reimbursement of medical expenses incurred on medical treatment of family members in a private hospital Rs. 15,000.
Insurance premium paid by the employer on the life of the assesse Rs. 1,000.
Professional Tax paid Rs. 1,250.

Compute her income from Salaries for the Assessment Year 2025-26 under new tax regime.

[4]

C] Mr. Satish came to India for the first time from America on 1st October, 2024. Since the day of his arrival he stayed at Mumbai till 24th December, 2024 and thereafter in Goa till 15th April, 2025 when he left for England.

Interpret his Residential status for the Assessment Year 2025-26.

[12]

Q.3 A] Following particulars of the income of Mr. Hemal for the Assessment Year 2025-26 are given to you:

i)	Salary from X Ltd. earned in India Rs. 25,000 of which Rs. 10,000 was received in Japan.
ii)	Rental income from house property in London Rs. 75,000, of which Rs. 15,000 was received in India.
iii)	Dividend on shares of Indian company Rs. 1,00,000 of which Rs. 89,000 was received in London.
iv)	Income from business in France, controlled from India Rs. 82,000, of which Rs. 20,000 was received in India.
v)	Interest on Bank Account in India Rs. 2,000.
vi)	Income from agriculture in Sri Lanka Rs. 35,000.
vii)	Income from agriculture in India Rs. 28,000.
viii)	Income from business in Delhi, controlled from Canada Rs. 65,000
ix)	Income of the year 2021-22 earned and received abroad remitted to India in the current year Rs. 50,000.

Ascertain his total income if he is:

i) Resident but Not Ordinarily Resident ii) Non-Resident

[4]

B] Mr. Sandesh who resides in Mumbai, gets a basic salary of Rs. 60,000 (including D.A. of Rs. 20,000 which forms a part of salary). He is also entitled to a commission of 5% on sales effected by him. The sales effected by Mr. Sandesh during the previous year amount to Rs. 1,00,000. He is granted HRA of Rs. 19,000/- p.a. He pays house rent of Rs. 1,000 per month.

Calculate the amount of House Rent Allowance exempt u/s 10(13A) under old tax

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regime.

OR

[4]

C] Mr. Charate, a Class-III officer in the State Government, gives the following details of his salary for the Previous Year 2024-25:

1. Basic Salary – Rs. 5,40,000
2. Dearness Allowance (forming part of retirement benefits) – Rs. 2,80,000
3. Entertainment Allowance received – Rs. 12,000
4. Professional Tax paid – Rs. 2,400

Apply the conditions u/s 16(ii) to ascertain the deduction available to him for entertainment allowance under old tax regime.

[12]

Q.4 A] Mr Kevin, a resident individual, 49 years of age is the owner of two houses. Following are the details of the houses for the year ended 31st March 2025.

Particulars	**House 1**	**House 2**
Nature of Occupation	Let Out	Self-Occupied
	Rs.	**Rs.**
Fair Rental Value	77,000	2,80,000
Municipal Value	66,000	2,20,000
Standard Rent	88,000	2,40,000
Rent per month	12,000	
Unrealised rent for the previous year 2024-25 (all conditions under rule 4 satisfied)	12,000	
Ground Rent	22,000	42,000
Loss due to vacant period	6,000	
Municipal tax (paid by the owner)	4%	4%
Interest on borrowed capital for construction of property	23,243	2,10,000
Repairs and maintenance	18,000	8,500
Loan borrowed for construction of the house in the year	2016	2020

Determine his income from House Property for Assessment Year 2025-26 under the old tax regime.

[4]

B] Mrs. Sujata has received the following gifts during the year 2024-25:

i) Gift of Rs. 34,000 from her close friend.

ii) Gift of Rs. 20,000 on her birthday from her husband's friend.

iii) Gift of Rs. 1,35,000 under will of her uncle.

Ascertain the amount of gifts chargeable to tax for the Assessment Year 2025-26.

OR

[4]

C] Mr. Shetty received the following immovable properties during the Previous Year 2024-25:

1. A plot of land from his friend without consideration. Stamp Duty Value (SDV) – Rs.

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3,50,000.

2. A building received from his father's best friend for Rs. 6,00,000. Stamp Duty Value (SDV) – Rs. 7,50,000.
3. A residential house received under a Will from his grandfather. SDV – Rs. 12,00,000.

Ascertain the taxable amount under the head income from Other Sources in respect of above immovable properties.

[12]

Q.5 A] Mrs. Chitra, resident in India, aged 56 years gives you the following details of her income earned during the Previous Year 2024-25:

a. Agricultural income from Nepal Rs. 1,35,280.
b. Rent received from sub-letting house property Rs. 2,84,500. Rent paid to the landlord of the house property sublet Rs. 1,35,000.
c. Interest on Savings Bank Account with Bank of India Rs. 12,800.
d. Winning from lotteries (Net) Rs. 34,400 (TDS Rs. 15,600).
e. Family pension received from Government of Goa Rs. 7,500 per month.
f. Interest on company deposits Rs. 21,000.
g. Royalty received for writing books of literary importance Rs. 65,370. She spent Rs. 3,480 for typing manuscript of the book.
h. Income Tax Refund received Rs. 35,500 (including interest Rs. 8,500).

Determine her income from Other Sources for Assessment Year 2025-26 under the new tax regime.

[4]

B] Mr. Alok owns a house in Mumbai which is let out. The following details are given for the Previous Year 2024-25:

- Annual Rent receivable for the year – Rs. 3,00,000
- Out of this, a tenant did not pay the last 4 months rent (Rs. 1,00,000).
- Mr. Alok has already initiated legal proceedings against the tenant, and the tenant has vacated the property in March 2025.
- The tenant is not occupying any other property of Mr. Alok during the year.
- Municipal Taxes paid by the owner – Rs. 24,000

Express the conditions under Rule 4 of the Income-tax Rules and see if they are satisfied to claim deduction for unrealised rent.

OR

[4]

C] Mr. Amar owns a self-occupied house property for which the following details are available for the Previous Year 2024-25:

1. Municipal Value – Rs.1,80,000
2. Municipal Taxes paid – Rs. 15,000
3. Interest on borrowed capital for construction of house property (loan taken in 2020 and construction completed in January 2023) – Rs. 1,70,000.
4. Total pre-construction interest as on 31st March 2022 – Rs. 1,80,000.

Determine his income from House Property for the Assessment Year 2025-26 under old tax regime and the new tax regime

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